To: Potential Offerors under Subject Solicitation/March 23, 2000

From: Natural Gas Procurement Division, DESC-AWP

Defense Energy Support Center

8725 John J. Kingman Rd., Suite 4950

Fort Belvoir, VA 22060-6222

Subject: Request for Proposal (RFP), SP0600-99-R-0050-0207

- 1. Subject RFP is hereby issued to solicit the following monthly requirements. **The delivery period for Line Items 2001-1 and 2001-2 is April 1, 2000, through April 30, 2000**. These line items are unrestricted, so both small and large businesses may offer. This RFP is issued against the Basic Ordering Agreement (BOA) call for offers, which was Line Item 2001 of basic solicitation SP0600-99-R-0050.
- 2. Clause B1.06, SUPPLIES TO BE FURNISHED (NATURAL GAS). The contract quantities shown below are best estimates only of the Government's requirements for the contract period. The contractor shall furnish all labor, material, tools, equipment, and incidentals to supply and deliver direct supply natural gas as defined in the STATEMENT OF WORK/SPECIFICATIONS clause. Contract performance shall be accomplished in accordance with the terms and conditions of this contract.
 - (a) As used throughout this solicitation, Dth means dekatherm; USD means U.S. Dollars.
 - (b) The National Stock Number (NSN) that applies to direct supply natural gas is: 6830-01-318-5797.
 - (c) Price is a firm fixed-price throughout the contract period. (Offerors should include supply, supply management and fuel loss in their offered prices.)

The following notes apply:

- Note 1: These quantities are being solicited on an interruptible basis. For interruptible delivery, the contractor may claim an excuse to performance whenever a documented capacity constraint or recall of released firm capacity limits the contractor's ability to deliver the full ordered quantity to the designated delivery point.
- Note 2: Quantities shown are to the burnertip. The offered price must include all supply cost and cost associated with fuel loss on South Carolina Pipeline and South Carolina Electric & Gas. Distribution charges will be added, for evaluation purposes only, to offers under Line item 2001-1 and the resultant total (which represents the Government's delivered cost) will be used to compare said offers to those received on Line Item 2001-2, which is for burnertip delivery. Other costs such as "standby fees" or "franchise fees" should be stated separately and clearly for each location and quantity offered.
- Note 3: DESC-AW is the Ordering Office, in accordance with Clause I700, GAS ORDERING PROCEDURES (DESC DEC 1999) for Line Items 2001-1 and 2001-2.
- Note 4: The offeror shall be the shipper of record on all pipeline(s) used in delivering natural gas to the delivery points specified in this solicitation.
- Note 5: During the month of delivery, the Contractor shall adjust the delivered volume of gas, either upward of downward, within or equal to 25% of the original ordered quantity of gas, as necessary to keep each installation's account in balance on the LDC's system. Such adjustments shall be made at contract price. If an adjustment of greater than 25% is required to keep the installation accounts in balance, the Contractor, shall immediately notify the DESC Contracting Officer in order to reach mutual agreement on terms to correct the portion of the adjustment exceeding 25% of the original ordered quantity. See Clauses C703, STATEMENT OF WORK FOR SUPPLY MANAGEMENT (NATURAL GAS) (DESC MAR 1999), and I700, GAS ORDERING PROCEDURES (DESC DEC 1999).
- Note 6: The Contractor is responsible for providing supply management to the burnertip in accordance with Clause C703, STATEMENT OF WORK FOR SUPPLY MANAGEMENT (NATURAL GAS)(DESC MAR 1999).

The installations do not have telemetry at this time. They have a combination of chart and solar meters. The Contractor is responsible for making arrangements with SCE&G and/or South Carolina Pipeline Corporation to receive information required to perform supply management.

- <u>Note 7:</u> Offerors may submit offers under Line Item 2001-1, with delivery FOB South Carolina Pipeline in Aiken, SC, or offerors may submit offers under Line Item 2001-2, with delivery FOB Burnertip to each specific location. For each ultimate delivery point, award will be made under one Line Item or the other, but not both.
- Note 8: The Government reserves the right to award all or a portion of the quantities specified below.
- Note 9: With the exception of MCAS Beaufort (which has both #2 Fuel Oil and propane) and Fort Jackson (which has propane and #6 Fuel Oil), each of the installations shown has #2 Fuel Oil as an alternative energy source. After receipt and evaluation of offers, as part of the award determination, the lowest offer from a responsible source will be compared to the cost which each installation would have to pay for alternative energy. Costs for alternative energy shall be calculated on heat content, or relevant Btu conversion factor. Each individual installation has the option of choosing natural gas or its alternative fuel as specified.
- 3. Facsimile offers will be accepted in response to this solicitation. The offeror may send its facsimile offer to the attention of Iris Fetgatter, DESC-AWP, at 703-767-8506.
- 4. The Government intends to evaluate proposals and award a contract without discussions with offerors (other than discussions conducted for the purpose of minor clarification). Therefore, each initial offer should contain the offeror's best terms from cost or price and technical standpoints. However, the Government reserves the right to conduct discussions if determined necessary by the Contracting Officer.
- 5. In addition to other factors, bids will be evaluated on the basis of advantages and disadvantages to the Government that might result from making more than one award (multiple awards). It is assumed, for the purpose of evaluating bids, that \$500 would be the administrative cost to the Government for issuing and administering each contract awarded under this solicitation, and individual awards will be for the items or combination of items that result in the lowest aggregate cost to the Government, including the assumed administrative costs.
- 6. The terms and conditions of SP0600-99-R-0050 and its amendments are hereby incorporated by reference. The closing date set for receipt of offers is Thursday, March 30, 2000, at 12:00 p.m. noon, local time, Fort Belvoir, Virginia. Technical proposals submitted during the past year may be incorporated into this solicitation. Offers received after the date and time specified above will be considered late.
- 7. By submission of an offer, unless otherwise stated, the offeror certifies that the certifications and representations provided under SP0600-99-R-0050 and its amendments are complete and accurate and that the offeror accepts the terms and conditions of SP0600-99-R-0050 with its amendments.

8. The following information is provided for Clause F700, DELIVERIES AND PERFORMANCE (NATURAL GAS)(MAR 1999), paragraph (c):

Line Item	Delivery Point	Subline Item Number	For Ultimate Delivery To	Delivery Period
No.		Number		Period
2001-1	FOB Interconnect at Aiken, SC, between Southern Natural Pipeline and South Carolina Pipeline	20010101-1 20010102-1 20010103-1	Fort Jackson (Liquid Propane) Fort Jackson (Category 7) Fort Jackson (Category 6)	01 April - 30 April 2000
	-	200102-1	VAMC Charleston, SC	
		200103-1	WJBD Veterans' Hospital, Columbia, SC	
		20010401-1 20010402-1	MCAS Beaufort, SC, #2 Fuel Oil MCAS Beaufort, SC, Liquid Propane	
j		200105-1	Naval Hospital, Beaufort, SC	
		20010601-1 20010602-1	NWS Charleston, SC (Southside) NWS Charleston, SC (Pomflant)	
İ		20010701-1	Naval Consolidated Brig	
		200108-1	Naval Hospital, Charleston, SC	-
2001-2	FOB Burnertip, South Carolina	20010101-2 20010102-2 20010103-2	Fort Jackson (Liquid Propane) Fort Jackson (Category 7) Fort Jackson (Category 6)	01 April - 30 April 2000
		200102-2	VAMC Charleston, SC	
		200103-2	WJBD Veterans' Hospital, Columbia, SC	
		20010401-2 20010402-2	MCAS Beaufort, SC, #2 Fuel Oil MCAS Beaufort, SC, Liquid Propane	
j		200105-2	Naval Hospital, Beaufort, SC	
		20010601-2 20010602-2	NWS Charleston, SC (Southside) NWS Charleston, SC (Pomflant)	
		20010701-2	Naval Consolidated Brig	1
		200108-2	Naval Hospital, Charleston, SC	

9. The following information is provided for Clause G700, SUBMISSION OF INVOICES FOR PAYMENT (NATURAL GAS)(DESC MAR 1999), paragraph (1):

LINE	PAYMENT OFFICE	ORDERING/RECEIVING OFFICE
ITEM NO.	(Submit Original Invoice)	Submit FAX Invoice and Pipeline Documentation)
2001-1	DFAS-CO-SFFB	Defense Energy Support Center, DESC-AW
and 2001-2	P.O. Box 182317	8725 John J. Kingman Rd., Suite 4950
	Columbus, OH 43218-6250	Fort Belvoir, VA 22060-6222
	TEL: 614-693-1827	TEL: 703-767-8564
	FAX: 614-693-0670	FAX: 703-767-8757

10. The following information is provided for Clause I700, GAS ORDERING PROCEDURES (DESC DEC 1999), paragraph (h):

LINE ITEM NO.	ORDERING OFFICE
2001-1 and 2001-2	Defense Energy Support Center, DESC-AW
	8725 John J. Kingman Rd., Suite 4950
	Fort Belvoir, VA 22060-6222
	TEL: 703-767-8564
	FAX: 703-767-8757

- 11. Please acknowledge receipt of this facsimile to Iris Fetgatter, 703-767-8586.
- 12. Elizabeth Pesenti, Contracting Officer, Natural Gas Division South and West, sends.

SOUTH REGION

LINE ITEM NO.	QUANTITY (DTH)	UNIT PRICE (\$/DTH)	TOTAL PRICE
20010101-1 Direct Supply Natural Gas to be deliver INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAGEMEN April 30, 2000 for ultimate delivery to: FORT JACKSON, SC, Liquid Propane		-	\$
20010101-2 Direct Supply Natural Gas to be deliver TRANSPORTATION WITH SUPPLY MANAGEMENT from April Gultimate delivery to: FORT JACKSON, SC, Liquid Propane			\$
20010102-1 Direct Supply Natural Gas to be deliver INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAGEMEN April 30, 2000 for ultimate delivery to: FORT JACKSON, SC, Category 7			\$
20010102-2 Direct Supply Natural Gas to be deliver TRANSPORTATION WITH SUPPLY MANAGEMENT from April (ultimate delivery to: FORT JACKSON, SC, Category 7			\$
20010103-1 Direct Supply Natural Gas to be deliver INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAGEMEN April 30, 2000 for ultimate delivery to: FORT JACKSON, SC, Category 6			\$
20010103-2 Direct Supply Natural Gas to be deliver TRANSPORTATION WITH SUPPLY MANAGEMENT from April (ultimate delivery to: FORT JACKSON, SC, Category 6			\$

LINE ITEM NO.	QUANTITY (DTH)	UNIT PRICE (\$/DTH)	TOTAL PRICE
200102-1 Direct Supply Natural Gas to be delivered INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAGEMENT April 30, 2000 for ultimate delivery to:	from April 01		
VAMC CHARLESTON, SC	4,875	\$	\$
200102-2 Direct Supply Natural Gas to be delivered TRANSPORTATION WITH SUPPLY MANAGEMENT from April 01 ultimate delivery to:			
VAMC CHARLESTON, SC	4,875	\$	\$
200103-1 Direct Supply Natural Gas to be delivered INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAGEMENT April 30, 2000 for ultimate delivery to:		•	
WJBD VETERANS' HOSPITAL, COLUMBIA, SC	10,000	\$	\$
200103-2 Direct Supply Natural Gas to be delivered INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAGEMENT April 30, 2000 for ultimate delivery to:			
WJBD VETERANS' HOSPITAL, COLUMBIA, SC	10,000	\$	\$
20010401-1 Direct Supply Natural Gas to be delivere INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAGEMENT April 30, 2000 for ultimate delivery to:			
MCAS BEAUFORT, SC, #2 FUEL OIL	227	\$	\$
20010401-2 Direct Supply Natural Gas to be delivere TRANSPORTATION WITH SUPPLY MANAGEMENT from April 01 ultimate delivery to:			
MCAS BEAUFORT, SC, #2 FUEL OIL	227	\$	\$
20010402-1 Direct Supply Natural Gas to be delivered via INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAGE to April 30, 2000 for ultimate delivery to:			
MCAS BEAUFORT, SC, Liquid Propane	9,020	\$	\$
20010402-2 Direct Supply Natural Gas to be delivere TRANSPORTATION WITH SUPPLY MANAGEMENT from April 01			
ultimate delivery to: MCAS BEAUFORT, SC, Liquid Propane	9,020	\$	\$

LINE ITEM NO.	QUANTITY (DTH)	UNIT PRICE (\$/DTH)	TOTAL PRICE
200105-1 Direct Supply Natural Gas to be delive INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAG April 30, 2000 for ultimate delivery to:			
NAVAL HOSPITAL BEAUFORT, SC	4,000	\$	\$
200105-2 Direct Supply Natural Gas to be delive TRANSPORTATION WITH SUPPLY MANAGEMENT from Apr ultimate delivery to:			
NAVAL HOSPITAL BEAUFORT, SC	4,000	\$	\$
20010601-1 Direct Supply Natural Gas to be del. INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAG. April 30, 2000 for ultimate delivery to: NAVAL WEAPONS STATION CHARLESTON, SC, SOUT.	EMENT from April 01,		\$
20010601-2 Direct Supply Natural Gas to be del. TRANSPORTATION WITH SUPPLY MANAGEMENT from Aprultimate delivery to: NAVAL WEAPONS STATION CHARLESTON, SC, SOUT	il 01, $\overline{2000}$ to April		\$
20010602-1 Direct Supply Natural Gas to be del. INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAGE April 30, 2000 for ultimate delivery to:			
NAVAL WEAPONS STATION CHARLESTON, SC, POMF	LANT 2,500	\$	\$
20010602-2 Direct Supply Natural Gas to be del. TRANSPORTATION WITH SUPPLY MANAGEMENT from Aprultimate delivery to: NAVAL WEAPONS STATION CHARLESTON, SC, POMF	il 01, 2000 to April		\$
20010701-1 Direct Supply Natural Gas to be del INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MANAG April 30, 2000 for ultimate delivery to: NAVAL CONSOLIDATED BRIG, SC			\$
20010701-2 Direct Supply Natural Gas to be del. TRANSPORTATION WITH SUPPLY MANAGEMENT from Aprultimate delivery to:	il 01, 2000 to April	30, 2000 for	
NAVAL CONSOLIDATED BRIG, SC	1,500	\$	\$

LINE ITEM NO.	QUANTITY (DTH)	UNIT PRICE (\$/DTH)	TOTAL PRICE
200108-1 Direct Supply Natural Gas to be del	ivered FOB Aiken, SC, I	Interconnect via	
INTERRUPTIBLE TRANSPORTATION WITH SUPPLY MAN April 30, 2000 for ultimate delivery to:			
NAVAL HOSPITAL CHARLESTON, SC	3,000	\$	\$
200108-2 Direct Supply Natural Gas to be del TRANSPORTATION WITH SUPPLY MANAGEMENT from A ultimate delivery to:	· · · · · · · · · · · · · · · · · · ·		
NAVAL HOSPITAL CHARLESTON, SC	3,000	\$	\$

ATTENTION OFFERORS:

Please note that DESC-AWP has altered the format of its monthly buy solicitation for items behind South Carolina Electric & Gas and South Carolina Pipeline Corporation. Please note that the solicitation terms and conditions, as well as the method of evaluation, remain unchanged. The following summary highlights the pertinent changes:

- I. Change to Line Item Numbering and Installation Listing: Previously, DESC-AWP requested prices under two alternate scenarios. Line Item 0001 contained a list of all of the installations behind SCE&G and SCPC and requested prices for delivery to the Interconnect at Aiken, S.C. for each of the installations listed. Line Item 0003 also contained a list of the same installations listed under Line Item 0001, but prices were requested prices for delivery to the burnertip. While DESC-AWP continues to request prices for each installation for delivery to both the Aiken Interconnect and the burnertip, the line item numbers used to designate these alternate pricing scenarios and the manner in which the installations are listed have been changed as follows:
 - **A.** Change to installation listing: The installations behind SCE&G and SCPC are no longer grouped together and no longer appear twice under two separate line items. Instead, each line item is listed twice in a row: once for delivery to the Aiken Interconnect and once for delivery to the burnertip.

B. Change to Line Item numbering:

- 1. **Delivery FOB Aiken Interconnect** (previously grouped under line item 0001) is now designated by "-1" following the line item number for a given installation. In addition, the text description preceding the item indicates that delivery is FOB Aiken Interconnect.
- 2. **Delivery FOB Burnertip** (previously grouped under line item 0003) is now designated by "-2" following the line item number for a given installation. In addition, the text description preceding the item indicates that delivery is FOB burnertip.
- <u>II. Price Submissions</u>: Offerors may continue to submit prices for delivery to the Aiken Interconnect and/or to the burnertip.
 - **A.** Offers for delivery to Aiken Interconnect only: Offerors who wish to submit prices for delivery to the

Aiken Interconnect only (that is, for the "-1" scenario only) for each installation should insert prices in the blank following the "-1" scenario for each installation.

- **B.** Offers for delivery to burnertip only: Conversely, those offerors who wish to submit prices for delivery to the burnertip only should insert prices for the "-2" scenario for each installation.
- C. Offers for delivery under both scenarios: Those offers who wish to offer for delivery to both the Aiken Interconnect and the burnertip should insert a price for both the "-1" and the "-2" pricing scenario for each installation.